

TENNESSEE GENERAL ASSEMBLY
FISCAL REVIEW COMMITTEE



FISCAL MEMORANDUM

SB 77 – HB 885

April 15, 2011

SUMMARY OF AMENDMENTS (004739, 005601): Deletes the original bill. Increases, from one to two, the number of student representatives on the Tennessee Student Assistance Corporation (TSAC) Board of Directors. Requires the student member to be or to have been a recipient of financial aid from one or more TSAC programs. Directs the Tennessee Intercollegiate State Legislature Foundation (TISLF) to hold an election for student representative, with candidates alternating each year between public and private institutions, at its annual assembly and to present the names of the three candidates with the most votes to the Governor. The presidents of the eligible colleges and universities shall be notified by the TISLF of the election results and student appointment. Authorizes the Governor to select one student from the three candidates to serve on the board for a two-year term in alternating voting and non-voting capacities. Establishes the procedure for filling vacancies and the staggered two-year terms.

CORRECTED FISCAL IMPACT OF ORIGINAL BILL:

Increase State Expenditures - \$500

FISCAL IMPACT OF BILL WITH PROPOSED AMENDMENTS:

Unchanged from the corrected fiscal note.

Assumptions applied to amendments:

- The Governor will appoint one additional student member to serve on the TSAC board.
- According to TSAC, board members receive travel and per diem expenses paid at a rate of \$0.46 per mile for travel and a hotel rate of \$110 per night.
- Two board meetings will be held each year.
- Each board meeting will require a one-night hotel stay resulting in a total increase in hotel costs of \$220 (\$110 x 2).
- Actual travel reimbursement will depend on how far the new student member is required to travel to board meetings. It is estimated that an average of 276 miles round-trip will be traveled for each board meeting. Travel costs for one meeting will increase \$126.96 (276 miles x \$0.46); for two board meetings the cost will be \$253.92 (\$126.96 x 2)
- The increase in state expenditures for two board meeting will be \$474 (\$220 + \$254).

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CERTIFICATION:

The information contained herein is true and correct to the best of my knowledge.

A handwritten signature in dark ink, appearing to read "James W. White". The signature is fluid and cursive, with a stylized "J" and "W".

James W. White, Executive Director

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